COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| PURCHASED WATER ADJUSTMENT |) |
|----------------------------|-----------------------|
| FILING OF LEDBETTER WATER |) CASE NO. 2013-00108 |
| DISTRICT |) |

ORDER

On March 19, 2013, Ledbetter Water District ("Ledbetter") has applied to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

- Ledbetter purchases water from Crittenden-Livingston Water District ("Crittenden-Livingston").
- 2. On January 1, 2013, Crittenden-Livingston increased its wholesale water volumetric rate to Ledbetter from \$2.20 per 1,000 gallons to \$2.34 per 1,000 gallons.²
- 3. Ledbetter proposes to apply a purchased water adjustment factor of \$0.09 per 1,000 gallons to its rates.
 - 4. Ledbetter proposes to adjust its rates on April 1, 2013.
- 5. During the 12 months ended February 28, 2013, Ledbetter purchased 38,713,110 gallons of water from Crittenden-Livingston and produced 39,951,600 gallons of water. It sold 65,132,412 gallons of water during the same period.

¹ KRS 278.015; 807 KAR 5:068.

² Case No. 2012-00390, Application of Crittenden-Livingston Water District for an Adjustment in Rates Pursuant to the Alternative Rate Filing Procedures for Small Utilities (Ky. PSC Dec. 20, 2012).

- 6. The purchased water adjustment factor of \$0.09 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable and should be approved.
- 7. The rates set forth in Appendix B to this Order are fair, just, and reasonable and should be approved for water service that Ledbetter renders on and after April 1, 2013.

IT IS THEREFORE ORDERED that:

- 1. The purchased water adjustment factor of \$0.09 per 1,000 gallons is approved.
- 2. The rates in Appendix B are approved for service that Ledbetter renders on or after April 1, 2013.
- 3. Ledbetter's proposed tariff sheet, which was filed with the application, is approved.

By the Commission

ENTERED

APR 05 2013

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Stephanic Dull for Jeff Dero-Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00108 DATED APR 0.5 2013

| | New Rate | | Base Rate |
|-----------------------------------|--------------|------|--------------|
| Crittenden Livingston V | ٧D | | |
| Purchases in gallons | 38,713,110 | | 38,713,110 |
| Volumetric rate | \$ 2.34 | | \$ 2.20 |
| | \$ 90,588.68 | | \$ 85,168.84 |
| Increased water cost | | | \$5,419.84 |
| | | | |
| Increased water cost | | \$ | 5,419.84 |
| Divided by gallons sold | 1/1 000 | т - | 5,132,412 |
| Purchased water adjustment factor | | \$ | 0.0832 |
| , aronacoa wator aajac | | or\$ | 0.09 |

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2013-00108 DATED $$_{\rm APR}$$ 0.5 2013

The following rates and charges are prescribed for the customers in the area served by Ledbetter Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Rates

| Custome | er Charge | \$6.59 Monthly Rate |
|---------|----------------|------------------------|
| Next | 25,000 gallons | 5.51 per 1,000 gallons |
| Over | 25,000 gallons | 3.68 per 1,000 gallons |

Billy Downs Manager Ledbetter Water District P. O. Box 123 Ledbetter, KY 42058